



January 11, 2016

By Electronic Mail

For the State of Montana

William B. Kirley
Department of Environmental Quality
1100 N. Last Chance Gulch
P.O. Box 200901
Helena, Montana 59620-0901

Harley Harris & Mary Capdeville
Montana Department of Justice
1301 Lockey Avenue
P.O. Box 201425
Helena, Montana 59620-1425

For the United States

Alan Tenenbaum/Elliott Rockler
Environmental Enforcement Section
Environment & Natural Resources Div.
U. S. Department of Justice
P.O. Box 7611
Ben Franklin Station
Washington, D.C. 20044-7611

Chuck Figur
Senior Attorney
US EPA Region 8 (ENF-L)
1595 Wynkoop Street
Denver, CO 80202-1129

Deb Thomas
Deputy Regional Administrator
US EPA Region 8—Montana Office
10 West 15th Street Suite 3200
Helena, MT 59626

Dana Jacobsen
Department of the Interior
Office of the Solicitor
2850 Youngfield Street
Lakewood, Colorado 80215

Amy L. Horner
Department of the Interior
Environmental Restoration Branch
Division of Parks and Wildlife
Office of the Solicitor
1849 C St NW MS 3210
Washington, DC 20240

Robert Kirkpatrick
Deputy Director, Engineering, Fleet,
Geospatial Services & Sustainable
Operations
USDA Forest Service
5785 HWY 10 West
Missoula, MT 59808

Dear Ladies and Gentlemen:

As Trustee for the Montana Environmental Custodial Trust (the Custodial Trust), Montana Environmental Trust Group LLC, hereby submits the attached financial statements for the following Custodial Trust Accounts to the beneficiaries of the Custodial Trust:

- (1) The Custodial Trust Administrative Account;
- (2) The East Helena Cleanup Account;
- (3) The Mike Horse/Upper Blackfoot Mining Complex Cleanup Account
- (4) The Black Pine Cleanup Account; and
- (5) The Iron Mountain Cleanup Account



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Beneficiary Letter

The attached financial statements cover the quarter ending September 30, 2015 and are submitted pursuant to the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites).

Please do not hesitate to contact me or Cindy Brooks with any questions pertaining to the attached.

Sincerely,

Greenfield Environmental Trust Group, Inc.
Montana Environmental Trust Group
Trustee of the Montana Environmental Custodial Trust

Attachments

cc:

Betsy Burns—EPA-8
Cynthia Brooks—METG
Jennifer Roberts—METG
Joe Vranka—EPA-8
Justin Mosness—Wipfli
Lauri Gorton—METG
Marc Weinreich—METG
Nathan D McCarthy— Wipfli



Wipfli LLP
910 North Last Chance Gulch
Helena, MT 59601
406.442.5520
fax 406.443.1017
www.wipfli.com

Accountants Compilation Report

To the Trustees and Beneficiaries
Montana Environmental Trust Group LLC,
Trustee for Montana Environmental Custodial Trust
Helena, MT

We have compiled the accompanying statement of financial position of; the Custodial Trust Administrative Account, the East Helena Cleanup Account, the Mike Horse/Upper Blackfoot Mining Complex Cleanup Account, the Black Pine Cleanup Account and the Iron Mountain Cleanup Account as of September 30, 2015, and the related statement of activities for the quarter and nine month period then ended included in the accompanying prescribed form. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the form prescribed by the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites).

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the form prescribed by the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites) and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the trustees in presenting financial information in the form of financial statements as prescribed by the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites) without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

These financial statements are presented in accordance with the requirements of the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites), which differ from accounting principles generally accepted in the United States of America. Accordingly, these financial statements are not designed for those who are not informed about such differences.

The form prescribed by the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites) omits substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to the Montana Environmental Custodial Trust.

Wipfli LLP

Wipfli LLP
January 11, 2016

Montana Environmental Custodial Trust
Custodial Trust Administrative Account
STATEMENT OF FINANCIAL POSITION

As of September 30, 2015

ASSETS

Current assets

Cash, First Interstate Bank	\$ 1,965.74
Prepaid Insurance (Included in 2015 Budget)	-
Due from other cost centers	5,484.08
Total current assets	<u>7,449.82</u>

Investments, JP Morgan Chase

Total assets	<u>6,594,576.93</u> <u><u>\$ 6,602,026.75</u></u>
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LIABILITIES AND NET ASSETS

Accounts payable	\$ 44,397.24
Due to other cost centers	-
	<u>44,397.24</u>

Net assets

Total net assets and liabilities	<u>6,557,629.51</u> <u><u>\$ 6,602,026.75</u></u>
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Montana Environmental Custodial Trust
Custodial Trust Administrative Account

STATEMENT OF ACTIVITIES

For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Investment income, net of fees	\$ 19,026.34	\$ 44,838.62			
Unrealized gains (losses)	4,422.00	27,564.00			
Total revenues (losses)	23,448.34	72,402.62			
Expenses:					
1.A Financial Affairs					
1.A.1 Wipfli LLP	9,340.31	20,070.52	36,000.00	(15,929.48)	55.75%
1.C Property Taxes					
1.C.1 East Helena	-	52,771.88	166,287.00	(113,515.12)	31.74%
1.C.2 UBMC-Mike Horse	-	1,034.77	3,511.00	(2,476.23)	29.47%
1.C.3 Black Pine	-	2,726.44	7,264.00	(4,537.56)	37.53%
1.C.4 Iron Mountain	-	147.79	379.00	(231.21)	38.99%
1.C Property Taxes Total	-	56,680.88	177,441.00	(120,760.12)	31.94%
1.F Site Security					
1.F.1 East Helena	6,819.21	16,246.09	31,503.00	(15,256.91)	51.57%
1.F.2 UBMC-Mike Horse	2,766.45	3,481.45	49,641.00	(46,159.55)	7.01%
1.F.3 Black Pine	5,165.36	15,057.47	20,184.00	(5,126.53)	74.60%
1.F.4 Iron Mountain	-	-	-	-	0.00%
1.F Site Security Total	14,751.02	34,785.01	101,328.00	(66,542.99)	34.33%
1.G Insurance					
1.G.1 Commercial General Liability	-	47,265.00	52,000.00	(4,735.00)	90.89%
1.G.2 Vehicle-Equipment Insurance	2,266.00	7,763.00	7,343.00	420.00	105.72%
1.G.3 Property Insurance	-	23,456.25	24,629.00	(1,172.75)	95.24%
1.G Insurance Total	2,266.00	78,484.25	83,972.00	(5,487.75)	93.46%

Montana Environmental Custodial Trust
Custodial Trust Administrative Account

STATEMENT OF ACTIVITIES

For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget	Variance	Percentage of Budget
1.H Trust Legal Affairs					
1.H.1 Outside Council	-	694.50	4,914.00	(4,219.50)	14.13%
1.H.2 Records Segregation Costs	-	-	2,450.00	(2,450.00)	0.00%
1.H.3 GETG Professional Fees	606.25	2,927.50	4,950.00	(2,022.50)	59.14%
1.H.4 Water Rights	38.00	38.00	4,800.00	(4,762.00)	0.79%
1.H Trust Legal Affairs Total	644.25	3,660.00	17,114.00	(13,454.00)	21.39%
1.I Unpatented Mining Claim Maint.					
1.I.1 Fees for Unpatented Mining Claims	52,307.06	52,307.06	54,683.00	(2,375.94)	95.66%
1.K Property Sales					
1.K.1 East Helena	22,110.25	40,532.25	61,569.00	(21,036.75)	65.83%
1.L Trustee Costs					
1.L.1 Trustee Fees	4,353.25	13,967.25	34,180.00	(20,212.75)	40.86%
1.L.2 Trustee Expenses	404.79	678.24	5,000.00	(4,321.76)	13.56%
1.L Trustee Costs Total	4,758.04	14,645.49	39,180.00	(24,534.51)	37.38%
Total expenses	106,176.93	301,165.46	571,287.00	(270,121.54)	52.72%
Change in net assets	(82,728.59)	(228,762.84)	<u>\$ (571,287.00)</u>		
Net assets, beginning of period	6,640,358.10	6,786,392.35			
Net assets, end of period	<u>\$ 6,557,629.51</u>	<u>\$ 6,557,629.51</u>			

Montana Environmental Custodial Trust
East Helena Clean-up Account

STATEMENT OF FINANCIAL POSITION

As of September 30, 2015

ASSETS

Current assets

Cash, First Interstate Bank	\$ 468,981.05
Accounts receivable - Asarco documents	2,777.54
Due from other cost centers	-
Total current assets	<u>471,758.59</u>

Investments, JP Morgan Chase

Total assets	<u>66,953,131.76</u> <u><u>\$ 67,424,890.35</u></u>
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LIABILITIES AND NET ASSETS

Liabilities

Accounts payable	\$ 3,127,322.46
Retention hold-back payable	239,006.90
Due to other cost centers	<u>1,560.70</u>
Total current liabilities	<u>3,367,890.06</u>

Net assets

Total net assets and liabilities	<u>64,057,000.29</u> <u><u>\$ 67,424,890.35</u></u>
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Montana Environmental Custodial Trust
East Helena Clean-up Account
STATEMENT OF ACTIVITIES
For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget*	Variance	Percentage of Budget
Revenues:					
2.RNT · Rental Income					
Agricultural Tenants	\$ -	\$ -			
Sale of Assets	4,500.00	4,500.00			
Slag Pile	69,708.00	69,708.00			
2.RNT · Rental Income Total	74,208.00	74,208.00			
Investment income, net of fees	735,550.25	1,190,609.67			
Unrealized gains (losses)	(1,252,648.45)	(756,305.45)			
Total revenues (losses)	(442,890.20)	508,512.22			
Expenses:					
2.A · Water Treatment Plant					
2.A.1 · WTP O&M	13,897.95	52,592.40	257,375.00	(204,782.60)	20.43%
Total 2.A · Water Treatment Plant	13,897.95	52,592.40	257,375.00	(204,782.60)	20.43%
2.B · General Site Operations					
2.B.1 · Operations & Maintenance	14,505.04	53,640.77	111,850.00	(58,209.23)	47.96%
2.B.2 · Office Operations	164.00	3,951.64	21,000.00	(17,048.36)	18.82%
2.B.3 · Safety	1,552.80	15,751.19	25,850.00	(10,098.81)	60.93%
2.B.6 · Emergency Response	-	-	20,000.00	(20,000.00)	0.00%
2.B.7 · Modular Offices	2,745.00	4,395.00	9,500.00	(5,105.00)	46.26%
Total 2.B · General Site Operations	18,966.84	77,738.60	188,200.00	(110,461.40)	41.31%
2.C · Waste Disposal					
2.C.1 · HDS	-	-	2,000.00	(2,000.00)	0.00%
2.C.2 · Contaminated Debris	-	-	9,650.00	(9,650.00)	0.00%
2.C.3 · Other	479.40	1,244.67	9,550.00	(8,305.33)	13.03%
Total 2.C · Waste Disposal	479.40	1,244.67	21,200.00	(19,955.33)	5.87%
2.D · Slag Pile Reprocessing	70.00	70.00	20,000.00	(19,930.00)	0.35%

Montana Environmental Custodial Trust
East Helena Clean-up Account
STATEMENT OF ACTIVITIES
For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget*	Variance	Percentage of Budget
2.E · Tenants					
2.E.4 · Other	-	500.00	5,700.00	(5,200.00)	8.77%
Total 2.E · Tenants	-	500.00	5,700.00	(5,200.00)	8.77%
2.F · RCRA Compliance					
2.F.1 · Reporting	70.00	245.00	2,000.00	(1,755.00)	12.25%
2.F.2 · Inspections	297.50	752.50	5,000.00	(4,247.50)	15.05%
2.F.5 · CAMU O&M	10,511.34	17,251.89	33,820.00	(16,568.11)	51.01%
2.F.6 · CAMU Final Cap	(112.18)	7,788.83	12,500.00	(4,711.17)	62.31%
2.F.7 · CAMU Leachate Treatment System	-	-	50,000.00	(50,000.00)	0.00%
Total 2.F · RCRA Compliance	10,766.66	26,038.22	103,320.00	(77,281.78)	25.20%
2.I · Risk Assessment					
2.I.1 · HHRA	-	-	25,000.00	(25,000.00)	0.00%
2.I.2 · BERA	-	-	25,000.00	(25,000.00)	0.00%
Total 2.I · Risk Assessment	-	-	50,000.00	(50,000.00)	0.00%
2.J · Interim Measures					
2.J.1 · South Plant Hydraulic Control IM					
2.J.1a · SPHC IM Design	-	79,274.70	85,000.00	(5,725.30)	93.26%
2.J.1b · SPHC IM Construction	2,041,266.59	2,568,161.89	12,190,000.00 *	(9,621,838.11)	21.07%
2.J.1c · SPHC IM O & M	210.00	6,020.00	50,000.00	(43,980.00)	12.04%
2.J.1 · SPHC IM Design & Construction	2,041,476.59	2,653,456.59	12,325,000.00	(9,671,543.41)	21.53%
2.J.2 · ET Cover System IM					
2.J.2a · ET Cover IM Design	4,881.40	105,805.61	175,000.00	(69,194.39)	60.46%
2.J.2b · ET Cover IM Construction	2,386,010.87	3,319,244.83	8,411,150.00 *	(5,091,905.17)	39.46%
2.J.2c · ET Cover System O & M	105.00	1,540.00	25,000.00	(23,460.00)	6.16%
2.J.2 · ET Cover IM Design & Construction	2,390,997.27	3,426,590.44	8,611,150.00	(5,184,559.56)	39.79%
2.J.3 · Source Removal IM					
2.J.3a · Source Removal Design	59,886.18	79,249.14	195,000.00	(115,750.86)	40.64%
2.J.3b · Source Removal Construction	-	9,358.16	230,000.00 *	(220,641.84)	4.07%
2.J.2c · Source Removal O & M	-	-	25,000.00	(25,000.00)	0.00%
2.J.3 · Source Removal Design & Construction	59,886.18	88,607.30	450,000.00	(361,392.70)	19.69%

Montana Environmental Custodial Trust
East Helena Clean-up Account
STATEMENT OF ACTIVITIES

For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget*	Variance	Percentage of Budget
2.J.4 · IM/RCRA Support					
2.J.4a · IM Work Plan(s)	3,476.49	23,162.04	75,000.00	(51,837.96)	30.88%
2.J.4b · Corrective Measures Study	265,662.50	653,817.83	1,311,000.00	(657,182.17)	49.87%
2.J.4d · Controlled Groundwater Area	3,044.25	3,044.25	258,000.00	(254,955.75)	1.18%
2.J.4g · Long-term Planning	5,066.64	5,843.19	100,000.00	(94,156.81)	5.84%
2.J.4h · Phase II RFI/Soil Characterization	4,514.30	33,350.90	210,000.00	(176,649.10)	15.88%
2.J.4j · Efforts to Avoid MBTA Non-Compliance	2,025.46	30,362.98	100,000.00	(69,637.02)	30.36%
2.J.4 · IM/RCRA Support	283,789.64	749,581.19	2,054,000.00	(1,304,418.81)	36.49%
2.J.5 · Design Management/Execution					
2.J.5a · Management/IM Development	66,557.57	243,395.11	390,000.00	(146,604.89)	62.41%
2.J.5b · Schedule	3,190.59	28,657.68	51,000.00	(22,342.32)	56.19%
2.J.5c · Financial Affairs and Reporting	11,991.27	58,776.07	115,000.00	(56,223.93)	51.11%
2.J.5d · Sub-contracting	2,700.76	18,033.88	31,000.00	(12,966.12)	58.17%
2.J.5f · Direct Expenses	5,191.14	14,801.39	30,000.00	(15,198.61)	49.34%
2.J.5h · Project Insurance Premium	-	101,950.60	105,000.00	(3,049.40)	97.10%
2.J.5j · IM Operations and Support	7,239.42	40,577.66	73,000.00	(32,422.34)	55.59%
2.J.5 · Design Management/Execution	96,870.75	506,192.39	795,000.00	(288,807.61)	63.67%
Total 2.J · Interim Measures	4,873,020.43	7,424,427.91	24,235,150.00	(16,810,722.09)	30.63%
2.K · Documents & Records					
2.K.1 · System Set-Up	710.71	2,880.60	23,500.00	(20,619.40)	12.26%
2.K.2 · System Maintenance	-	3,162.00	36,000.00	(32,838.00)	8.78%
Total 2.K · Documents & Records	710.71	6,042.60	59,500.00	(53,457.40)	10.16%
2.M · CERCLA Compliance	980.00	4,652.50	76,800.00	(72,147.50)	6.06%
2.N · Financial Affairs					
2.N.1 · Financial Affairs-CPA	6,246.02	19,167.10	45,000.00	(25,832.90)	42.59%
Total 2.N · Financial Affairs	6,246.02	19,167.10	45,000.00	(25,832.90)	42.59%
2.O · Redevelopment					
2.O.1 · Redevelopment Plans & Studies	-	-	10,000.00	(10,000.00)	0.00%
2.O.2 · Redevelopment Support	-	-	10,000.00	(10,000.00)	0.00%
2.O.3 · Redevelopment Issues	-	-	10,000.00	(10,000.00)	0.00%
Total 2.O · Redevelopment	-	-	30,000.00	(30,000.00)	0.00%

Montana Environmental Custodial Trust
East Helena Clean-up Account
STATEMENT OF ACTIVITIES

For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget*	Variance	Percentage of Budget
2.P · Community Relations					
2.P.1 · General Meetings	-	-	4,000.00	(4,000.00)	0.00%
2.P.2 · RCRA Annual Public Meeting	-	1,477.50	4,000.00	(2,522.50)	36.94%
2.P.3 · East Helena Website	-	823.25	10,000.00	(9,176.75)	8.23%
2.P.5 · Other Community Relations	-	6,375.00	35,000.00	(28,625.00)	18.21%
Total 2.P · Community Relations	-	8,675.75	53,000.00	(44,324.25)	16.37%
2.R · Legal Support					
2.R.1 · Outside Counsel Fees & Expenses	3,456.65	12,527.67	67,080.00	(54,552.33)	18.68%
2.R.2 · In-House Legal Services	23,850.00	66,731.25	45,000.00	21,731.25	148.29%
Total 2.R · Legal Support Total	27,306.65	79,258.92	112,080.00	(32,821.08)	70.72%
2.T · Trustee Management & Support					
2.T.4 · GW and PPC Project Management	5,940.00	65,235.67	80,160.00	(14,924.33)	81.38%
2.T.6 · Compliance Manager	5,956.77	13,802.38	56,160.00	(42,357.62)	24.58%
2.T.7 · Operations Manager	21,450.00	68,136.25	87,750.00	(19,613.75)	77.65%
2.T.8 · Operations Support Specialist	2,175.00	2,175.00	36,265.00	(34,090.00)	6.00%
2.T.9 · Project Controls/Fin Affairs Coordinator	21,114.75	62,604.00	175,968.00	(113,364.00)	35.58%
2.T.11 · Trustee Mgmt. EH Clean Up	57,853.50	189,923.00	439,764.00	(249,841.00)	43.19%
2.T.12 · Trustee Land Use & Re-use	9,056.25	18,337.50	93,600.00	(75,262.50)	19.59%
2.T.13 · Trustee Travel and Directs	10,492.45	17,646.22	35,000.00	(17,353.78)	50.42%
Total 2.T · Trustee Management & Support Total	134,038.72	437,860.02	1,004,667.00	(566,806.98)	43.58%
Total expenses	5,086,483.38	8,138,268.69	26,261,992.00	(18,123,723.31)	30.99%
Change in net assets	(5,529,373.58)	(7,629,756.47)	(26,261,992.00)		
Net assets, beginning of period	69,586,373.87	71,686,756.76	(1)		
Net assets, end of period	<u>\$ 64,057,000.29</u>	<u>\$ 64,057,000.29</u>			

(1) 2014 net assets restated by \$55,536.76 for expenses incurred in 2014 but not received and recorded until after distribution of 4th quarter 2014 financial statements.

*Represents 2015/2016 (two-year) approved budget

Montana Environmental Custodial Trust
Summary East Helena Clean-up Account
SUMMARY STATEMENT OF ACTIVITIES
For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
2.RNT · Rental Income	\$ 74,208.00	\$ 74,208.00			
Investment income, net of fees	735,550.25	1,190,609.67			
Unrealized gains (losses)	(1,252,648.45)	(756,305.45)			
Total revenues (losses)	(442,890.20)	508,512.22			
Expenses:					
2.A · Water Treatment Plant	13,897.95	52,592.40	257,375.00	(204,782.60)	20.43%
2.B · General Site Operations	18,966.84	77,738.60	188,200.00	(110,461.40)	41.31%
2.C · Waste Disposal	479.40	1,244.67	21,200.00	(19,955.33)	5.87%
2.D · Slag Pile Reprocessing	70.00	70.00	20,000.00	(19,930.00)	0.35%
2.E · Tenants	-	500.00	5,700.00	(5,200.00)	8.77%
2.F · RCRA Compliance	10,766.66	26,038.22	103,320.00	(77,281.78)	25.20%
2.I · Risk Assessment	-	-	50,000.00	(50,000.00)	0.00%
2.J · Interim Measures	4,873,020.43	7,424,427.91	24,235,150.00	(16,810,722.09)	30.63%
2.K · Documents & Records	710.71	6,042.60	59,500.00	(53,457.40)	10.16%
2.M · CERCLA Compliance	980.00	4,652.50	76,800.00	(72,147.50)	6.06%
2.N · Financial Affairs	6,246.02	19,167.10	45,000.00	(25,832.90)	42.59%
2.O · Redevelopment	-	-	30,000.00	(30,000.00)	0.00%
2.P · Community Relations	-	8,675.75	53,000.00	(44,324.25)	16.37%
2.R · Legal Support	27,306.65	79,258.92	112,080.00	(32,821.08)	70.72%
2.T · Trustee Management & Staff	134,038.72	437,860.02	1,004,667.00	(566,806.98)	43.58%
Total expenses	5,086,483.38	8,138,268.69	26,261,992.00	(18,123,723.31)	30.99%
Change in net assets	(5,529,373.58)	(7,629,756.47)	(\$26,261,992.00)	\$18,123,723.31	29.05%
Net assets, beginning of period	69,586,373.87	71,686,756.76 ⁽¹⁾			
Net assets, end of period	\$ 64,057,000.29	\$ 64,057,000.29			

(1) 2014 net assets restated by \$55,536.76 for expenses incurred in 2014 but not received and recorded until after distribution of 4th quarter 2014 financial statements

Montana Environmental Custodial Trust
Mike Horse/UBMC Clean-up Account

STATEMENT OF FINANCIAL POSITION

As of September 30, 2015

ASSETS

Current assets

Cash, First Interstate Bank	\$ 19,634.95
Prepaid expenses - DEQ	16,549.12
Due from other cost centers	74.41
Total current assets	<u>36,258.48</u>

Investments, JP Morgan Chase

5,939,044.44

Total assets

\$ 5,975,302.92

LIABILITIES AND NET ASSETS

Liabilities

Accounts payable	\$ 30,702.08
Due to other cost centers	3,987.68
Total current liabilities	<u>34,689.76</u>

Net assets

5,940,613.16

Total net assets and liabilities

\$ 5,975,302.92

Montana Environmental Custodial Trust
Mike Horse/UBMC Clean-up Account

STATEMENT OF ACTIVITIES

For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest income - DEQ	\$ 8.25	\$ 31.30			
Investment income, net of fees	17,869.14	44,219.34			
Unrealized gains (losses)	1,209.00	24,273.00			
Total revenues (losses)	19,086.39	68,523.64			
Expenses:					
4.1 MT DEQ Expenses					
4.A Personnel (MT DEQ)	3,666.23	11,611.33	31,765.00	(20,153.67)	36.55%
4.DEQ Direct & Indirect Expenses	875.64	2,706.56	8,653.00	(5,946.44)	31.28%
4.1 Total MT DEQ Expenses	4,541.87	14,317.89	40,418.00	(26,100.11)	35.42%
4.2 Other Expenses					
4.B Material, Supplies & Chemicals					
1-62244 Chemicals	24,142.96	52,787.99	74,500.00	(21,712.01)	70.86%
WTP Supplies	22,309.39	36,981.80	46,100.00	(9,118.20)	80.22%
4.B Material, Supplies & Chemicals	46,452.35	89,769.79	120,600.00	(30,830.21)	74.44%
4.C Operating Labor					
1-62102-01 WTS/Trust Management and Oversight	11,180.00	34,958.00	47,060.00	(12,102.00)	74.28%
1-62102-01a WTS/Construction Labor	2,952.25	10,522.75	25,480.00	(14,957.25)	41.30%
1-62102-02 GETG Trustee Oversight	2,509.50	9,123.75	25,050.00	(15,926.25)	36.42%
1-62102-22 WTP Technician/Operator	36,539.00	104,876.14	140,000.00	(35,123.86)	74.91%
1-62102-42 Hydrometrics Water Balance Study	640.40	1,326.40	2,000.00	(673.60)	66.32%
4.C Operating Labor	53,821.15	160,807.04	239,590.00	(78,782.96)	67.12%
4.D Other Professional Services/Labor (Routine)					
1-62102-31 PLC & Instrumentation Service (MET)	-	294.00	13,250.00	(12,956.00)	2.22%
1-62102-41 Storm Water Regulatory Compliance	-	-	1,500.00	(1,500.00)	0.00%
1-62102-204 Health & Safety Compliance	-	-	2,000.00	(2,000.00)	0.00%
1-62891 Handyman Charges	3,622.74	6,950.97	7,500.00	(549.03)	92.68%
1-62102-51 GHG Accounting	648.39	2,437.49	9,000.00	(6,562.51)	27.08%
1-62243 Weed Control	1,200.00	1,200.00	1,200.00	-	100.00%
4.D Other Professional Services/Labor	5,471.13	10,882.46	34,450.00	(23,567.54)	31.59%

Montana Environmental Custodial Trust
Mike Horse/UBMC Clean-up Account
STATEMENT OF ACTIVITIES
For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget	Variance	Percentage of Budget
4.E WTP Operations - Analytical (Routine)					
1-62106-01 Energy Lab Testing (O&M Samples)	1,958.25	7,229.50	11,000.00	(3,770.50)	65.72%
1-62106-02 Linda Tangen Data Validation (O&M)	1,106.28	2,519.86	3,500.00	(980.14)	72.00%
1-62106-03 Energy Lab Testing (Repositories)	1,170.00	1,170.00	2,500.00	(1,330.00)	46.80%
4.E WTP Operations - Analytical	4,234.53	10,919.36	17,000.00	(6,080.64)	64.23%
4.F WTP Operations - Utilities (Routine)					
1-62186 Waste Disposal	1,925.19	7,803.20	10,944.00	(3,140.80)	71.30%
1-62371 Telephone	1,112.51	3,182.50	6,180.00	(2,997.50)	51.50%
1-62601 Electricity	10,780.62	38,401.44	51,765.00	(13,363.56)	74.18%
1-62605 Water & Sewage	200.00	800.00	2,500.00	(1,700.00)	32.00%
1-62606 Garbage & Trash	250.30	850.90	1,800.00	(949.10)	47.27%
1-62607 Propane	245.25	8,380.25	26,000.00	(17,619.75)	32.23%
4.F WTP Operations - Utilities	14,513.87	59,418.29	99,189.00	(39,770.71)	59.90%
4.H Projects & Construction					
1-62102-01 Unforeseen Repairs	67,689.65	14,499.39	59,501.00	(45,001.61)	24.37%
1-62102-28 Operational Troubleshooting & Support (CDM)	-	-	-	-	0.00%
1-62102-233 Building Repairs (Corrosion Damage)	-	-	4,500.00	(4,500.00)	0.00%
1-63113-03 Spare Parts	-	12,023.70	25,000.00	(12,976.30)	48.09%
1-63113-20 Finalize O&M Manual	-	-	-	-	0.00%
1-63113-31 Replace Bearings,Seals & Laser Align CMF & CIP Pumps	-	-	-	-	0.00%
1-63113-37 Upper Seep Expansion	-	-	-	-	0.00%
1-63113-38 Install 3-way Solenoid Valves/New AL Header on CMF	603.19	603.19	3,400.00	(2,796.81)	17.74%
1-63113-39 Larger Air Diaphragm Pump & HDPE Piping	-	6,778.28	6,800.00	(21.72)	99.68%
1-63113-40 Upgrade PLC MMI & Operating System	-	13,172.00	17,200.00	(4,028.00)	76.58%
1-63113-41 Purchase/install 2nd Shipping Container	4,940.47	7,406.36	7,500.00	(93.64)	98.75%
1-63113-42 Purchase Replacement Tire Chains for 924 Loader	1,370.02	1,370.02	1,500.00	(129.98)	91.33%
1-63113-43 Fabricate Bucket Decon Area for 924 Loader	-	-	-	-	0.00%
1-63113-44 Rent Frac Tank and Set Pumping/Controls	-	-	-	-	0.00%
1-63113-45 Fabricate/Install Sludge Storage Bin Under Awning	737.00	12,916.97	13,300.00	(383.03)	97.12%
1-63113-46 Install PLC Remote I/O Ether Net Cable	1,464.65	1,464.65	4,500.00	(3,035.35)	32.55%
1-62102-44 Hydro: Remediation Oversight (Upper Seep)	-	-	-	-	0.00%
1-62102-45 Install Monitoring Well at Carbon Reposit	884.73	1,760.94	19,551.00	(17,790.06)	9.01%
1-62102-46 Hydro: Remediation Oversight (Repository Removal)	-	-	-	-	0.00%
1-63113-302 Sludge TCLP Fails for Cadmium	-	-	-	-	0.00%
1-63113-304 Remediation Support	146.25	146.25	9,750.00	(9,603.75)	1.50%
4.H Projects & Construction	77,835.96	72,141.75	172,502.00	(100,360.25)	41.82%
4.2 Total Other Expenses	202,328.99	403,938.69	683,331.00	(279,392.31)	59.11%

Montana Environmental Custodial Trust
Mike Horse/UBMC Clean-up Account

STATEMENT OF ACTIVITIES

For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget	Variance	Percentage of Budget
Total expenses	<u>206,870.86</u>	<u>418,256.58</u>	<u>723,749.00</u>	<u>(305,492.42)</u>	<u>57.79%</u>
Change in net assets	<u>(187,784.47)</u>	<u>(349,732.94)</u>	<u>(723,749.00)</u>	<u>305,492.42</u>	<u>48.32%</u>
Net assets, beginning of period	<u>6,128,397.63</u>	<u>6,290,346.10</u>			
Net assets, end of period	<u>\$ 5,940,613.16</u>	<u>\$ 5,940,613.16</u>			

Montana Environmental Custodial Trust

Black Pine Clean-up Account

STATEMENT OF FINANCIAL POSITION

As of September 30, 2015

ASSETS

Current assets

Cash, First Interstate Bank	\$ 4,840.21
Money Market	115,767.24
Prepaid expenses - DEQ	372,717.04
Total current assets	<u>493,324.49</u>

Investments, JP Morgan Chase

15,534,256.14
<u>\$ 16,027,580.63</u>

Total assets

LIABILITIES AND NET ASSETS

Liabilities

Accounts payable	\$ 3,569.17
Due to other cost centers	-
Total current liabilities	<u>3,569.17</u>

Net assets

16,024,011.46
<u>\$ 16,027,580.63</u>

Total net assets and liabilities

Montana Environmental Custodial Trust
Black Pine Clean-up Account
STATEMENT OF ACTIVITIES
For the quarter and period ending September 30, 2015

	3rd QTR	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest Income - DEQ	\$ 177.90	\$ 501.39			
Interest Income - MM	29.17	86.54			
Investment income, net of fees	73,129.92	182,237.66			
Unrealized gains (losses)	(1,495.00)	8,975.00			
Total revenues (losses)	71,841.99	191,800.59			
Expenses:					
5.1 Costs Paid Directly by Trustee from Clean-up Account					
2-2-01 Trustee Services/Expenses-Cox	16.25	48.75	1,000.00	(951.25)	4.88%
2-2-02 Trustee Services/Expenses-GETG	1,272.75	1,632.00	5,000.00	(3,368.00)	32.64%
2-2-03 Mine Maintenance/Security	4,557.00	13,020.00	16,926.00	(3,906.00)	76.92%
2-2-04 Generator Maintenance	835.74	835.74	4,000.00	(3,164.26)	20.89%
2-2-51 Accounting Services	324.18	1,257.03	5,000.00	(3,742.97)	25.14%
2-62401 Mileage	608.35	1,714.98	2,350.60	(635.62)	72.96%
2-62405 Snowmobile	-	322.50	907.50	(585.00)	35.54%
5.1.1 Utilities					
2-62601 Electricity	1,759.81	5,535.45	6,500.00	(964.55)	85.16%
2-62607 Propane	-	413.23	2,840.00	(2,426.77)	14.55%
5.1.1 Utilities Total	1,759.81	5,948.68	9,340.00	(3,391.32)	63.69%
5.1 Trustee Costs Total	9,374.08	24,779.68	44,524.10	(19,744.42)	55.65%
5.2 DEQ Costs	364,101.77	815,360.00 (1)	1,253,291.00	(437,931.00)	65.06%
Total expenses	373,475.85	840,139.68	1,297,815.10	(457,675.42)	64.73%
Change in net assets	(301,633.86)	(648,339.09)	\$ (1,297,815.10)	\$ 457,675.42	49.96%
Net assets, beginning of period	16,325,645.32	16,672,350.55			
Net assets, end of period	\$ 16,024,011.46	\$ 16,024,011.46			

(1) See the supplemental schedule provided by the Montana Department of Environmental Quality for details of 5.2 DEQ Costs

Black Pine Mine Custodial Trust Expense Tracking

												Remaining	
	Personnel	Fringe	Travel	Equipment	Supplies	Contractual	Construction	Other	Total Direct	Indirect	Totals	Amount Funded	Balance
Budget request 2015	\$ 92,041.00	\$ 27,613.00	\$ 13,850.00	\$ 5,000.00		\$ 305,479.00	\$ 734,895.00	\$ 4,425.00	\$ 1,183,303.00	\$ 69,988.00	\$ 1,253,291.00		
Jan-Feb 2015	\$ 15,202.64	\$ 5,453.89	\$ 725.93		\$ 23.05	\$ 51,796.11	\$ 42,999.00	\$ 2,231.73	\$ 118,432.35	\$ 8,094.72	\$ 126,527.07	\$ 141.33	\$ 361,189.91
Apr-Jun 2015	\$ 17,700.90	\$ 5,780.17	\$ 1,631.00			\$ 105,504.85	\$ 176,993.86	\$ 779.28	\$ 308,390.06	\$ 16,341.10	\$ 324,731.16	\$ 182.16	\$ 36,640.91
Additional funding received July 2015												\$ 700,000.00	\$ 736,640.91
July-Sep 2015	\$ 12,065.57	\$ 4,200.85	\$ 394.17			\$ 29,422.91	\$ 306,809.04	\$ 113.85	\$ 353,006.39	\$ 11,095.38	\$ 364,101.77	\$ 177.90	\$ 372,717.04
Oct-Dec 2015									\$ -				
Expenses in 2015	\$ 44,969.11	\$ 15,434.91	\$ 2,751.10	\$ -	\$ 23.05	\$ 186,723.87	\$ 526,801.90	\$ 3,124.86	\$ 779,828.80	\$ 35,531.20	\$ 815,360.00		
2015 Budget request balance remaining	\$ 47,071.89	\$ 12,178.09	\$ 11,098.90	\$ 5,000.00	\$ (23.05)	\$ 118,755.13	\$ 208,093.10	\$ 1,300.14	\$ 403,474.20	\$ 34,456.80	\$ 437,931.00		
	Personnel	Fringe	Travel	Equipment	Supplies	Contractual	Construction	Other	Total Direct	Indirect	Totals	Revenues	Balance
Total expenses	\$ 279,833.49	\$ 91,802.64	\$ 14,578.98	\$ 5,375.00	\$ 16,609.89	\$ 1,236,701.77	\$ 526,801.90	\$ 16,323.32	\$ 2,188,026.99	\$ 148,378.42	\$ 2,336,405.41	\$ 9,122.45	\$ 372,717.04
												Account Payable included in expenses	\$ -
												FSR cash	\$ 372,717.04

Montana Environmental Custodial Trust

Iron Mountain Clean-up Account

STATEMENT OF FINANCIAL POSITION

As of September 30, 2015

ASSETS	
Current assets	
Cash	\$ 715.00
Total current assets	-
Investments, JP Morgan Chase	2,008,890.85
Total assets	<u>\$ 2,009,605.85</u>
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts payable	\$ 2,250.75
Net assets	2,007,355.10
Total net assets and liabilities	<u>\$ 2,009,605.85</u>

Montana Environmental Custodial Trust
Iron Mountain Clean-up Account

STATEMENT OF ACTIVITIES

For the quarter and period ending September 30, 2015

	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:				
Investment income, net of fees	\$ 17,860.23			
Unrealized gains (losses)	6,508.00			
Total revenues (losses)	24,368.23			
Expenses:				
VI.A Clean-up Activities				
VI.A.1 GETG Trustee Fees	-	6,192.00	(6,192.00)	0.00%
VI.A.2 GETG/Trustee Expenses	-	250.00	(250.00)	0.00%
VI.A Total Clean-up Activities	-	6,442.00	(6,442.00)	0.00%
VI.C Legal Affairs				
VI.C.1 Outside Counsel	-	2,000.00	(2,000.00)	0.00%
VI.C Total Legal Affairs	-	2,000.00	(2,000.00)	0.00%
VI.D Financial Affairs				
VI.D.1 GHG Fees & Expenses	-	1,800.00	(1,800.00)	0.00%
VI.D Total Financial Affairs	-	1,800.00	(1,800.00)	0.00%
Total expenses	-	10,242.00	(10,242.00)	0.00%
Change in net assets	24,368.23	(10,242.00)	10,242.00	-237.92%
Net assets, beginning of period	1,982,986.87	(1)		
Net assets, end of period	\$ 2,007,355.10			

(1) 2014 net assets restated by \$190.00 for expenses incurred in 2014 but not received and recorded until after distribution of 4th quarter 2014 financial statements